

**GOVERNMENT OF ANDHRA PRADESH
ABSTRACT**

Water Resources Department-PIPHW- Package No.63- Investigation, Soil Exploration, preparation of designs, drawings and detailed estimates for the construction of Tunnel of about 990M long, excavation of Entry & Exit Channels, formation of Bunds to create Stilling Basin at Off take regulator including its construction for right side connectivities of Indira Sagar(Polavaram Project) on EPC Turn key System, consideration of SSR 2010-11 as base price for the balance work as on 16.11.2010- Permission - Accorded - Orders – Issued.

WATER RESOURCES (PROJECTS.I) DEPARTMENT

G.O.RT.No. 130

Dated: 17-02-2019

Read the following:

1. From the Engineer-in-Chief, Polavaram Irrigation Project, Lr No.ENC/ PIP/ DCE-1/OT-3/AEE-3/F.13, Vol 4, dt. 05.11.2018
2. From the CE, PIPHW, Lr No.CE/PIPHW/Polavaram/DCE1/OT2/Pkg63-2018, dt. 09.01.2019

ORDER:

In the reference 1st read above, the Engineer-In-Chief, Polavaram Irrigation Project, Dowlaiswaram has stated that the work "Investigation, Soil Exploration, preparation of designs, drawings and detailed estimates for the construction of Tunnel of about 990M long, excavation of Entry & Exit Channels, formation of Bunds to create Stilling Basin at Off take regulator including its construction for right side connectivities of Indira Sagar(Polavaram Project) on EPC Turn key System" was awarded to M/s SMSIL-UANMAX (JV) vide EPC Agt dt. 09.03.2005. The Estimate amount of the above work is Rs.102.28 Crores and the Agt. Value is Rs.72.81 Crores. As per the agreement conditions the work should have been completed within the Agreement period of 24 months and the date of completion is 08.03.2007.

2. In the reference 2nd read above, the Chief Engineer, PIPHW has stated that contracting agency, while submitting the estimate for revision of the balance work as on 16.11.2010 with SSR 2010-11, has mentioned that they have been continuing the work in spite of the difficulties and hurdles encountered in execution of the work and consequent financial losses, as well. As such, much work could not be carried out within the original agreement period (09.03.2005 to 08.03.2007) and even by 16.11.2010, too, due to LA and R&R issues, obstruction of work by villagers, stoppage of work by the department against the directions of central empowered committee, proposals of additional works and delay in finalization of designs.

3. The joint committee of the State Level Standing Committee and IBM, in its meeting held on 26.12.2018, discussed the proposal in detail and made the following observations and recommendations.

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1. The committee opined that it is justified to allow the SSR 2010-11 rates for the balance work as on 16.11.2010 as the contracting agency could not complete the work during the agreement period owing to the following reasons which are beyond control of the agency:

(i) Delay in resolving LA and R&R issues.

(ii) Stoppage of works for one year i.e. from 05.05.2006 to 04.05.2007 as per Government orders.

2. The IBM committee finalized the value of additional financial implication on account of revision of cost of the balance work as on 16.11.2010 with SSR 2010-11 as follows:

Value of balance work as on 16.11.2010 with agreement rates: Rs.69.12Cr.

Price Escalation to be paid as per agreement conditions for
the balance work as on 16.11.2010 : Rs.4.86Cr.

Value of balance work as on 16.11.2010 with SSR 2010-11
After applying tender Discount (-) 26.1895% : Rs.96.24Cr.

Additional financial implication excluding Price escalation
Upto 1.06.2008 (Rs.96.24Cr. - (Rs.4.86Cr. + Rs.69.12Cr.)) : Rs.22.26Cr.

The additional financial commitment would be Rs.22.26Cr upon adopting 2010-11 SSR for balance works as on 16.11.2010 for Rs.96.24Cr, which does not include the value of supplementary agreements, allowing price adjustment for labour, machinery and other materials as per the G.O. Ms No 22 dated 23.02.2015.

4. The Chief Engineer, PIPHW Unit, Polavaram has requested the Government to accord approvals for consideration of SSR 2010-11 as base price for the balance work as on 16.11.2010 of package No.63, Polavaram Irrigation Project Head Works.

5. Government after careful examination, hereby accord permission to the Chief Engineer, PIPHW Unit, Polavaram to consideration of SSR 2010-11 as base price for the balance work as on 16.11.2010 of package No.63, Polavaram Irrigation Project Head Works for an amount of Rs.22.26Cr. as Additional financial implication excluding Price escalation Upto 1.06.2008 subject to the following conditions:

1. The Rates are adopted with subsumed taxes i.e based on SSR 2004-05 for the work done upto 15.11.2010 and for the balance work as on 16.11.2010 based on SSR 2010-11. In fact, the rates excluding taxes are to be worked out in terms of G.O.Ms.No.58 of 8.5.2018 for the balance work as on

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01.07.2017.The CE shall prepare the net financial commitment with the rates excluding taxes in terms of G.O.58 for the balance work as on 1-07-2017 and get the final approval of the Government with the recommendation of SLSC & IBM Committee.

2. The Chief Engineer reported that the Incompatible amount of Rs.22.81 Cr. Paid to the agency upto 3 rd RA Bill was reconciled in the subsequent bills after approval of revised payment schedule.
3. The Chief Engineer shall submit separate proposal for net variation in quantities of all structures due to change in design/basic parameters and in terms of G.O.Ms.No.22
4. The Chief Engineer ,PIPHW Unit,Polavaram shall incorporate all these changes in the revised estimate and obtain approval of the Government for the same.

6. The Chief Engineer, PIPHW Unit, Polavaram shall take necessary action in the matter accordingly.

7. This order issues with the concurrence of Finance (FMU-WR.III) Department vide their Fin.U.O.No.FIN01-FMU0PC(WR3)/12/2019-FMU-WR III,dated.16.02.2019.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

**SHASHI BHUSHAN KUMAR
SECRETARY TO GOVERNMENT**

To
The Chief Engineer, PIPHW Unit, Polavaram.

Copy to:

The Engineer-In-Chief, Polavaram Irrigation Project, Dowlaiswaram
The Accountant General, AP, Hyderabad.
The Director of Works & Accounts, Ibrahimpatnam, Vijayawada.
The P.S to Minister (WRD).
The P.S to Secretary (WRD).
The Finance (FMU-WR III) Deptt.,
SF/SCs.

//FORWARDED::BY ORDER//

SECTION OFFICER